2007-05284/

Government of Canada Securities

A Publication of the Department of Finance

April 2004

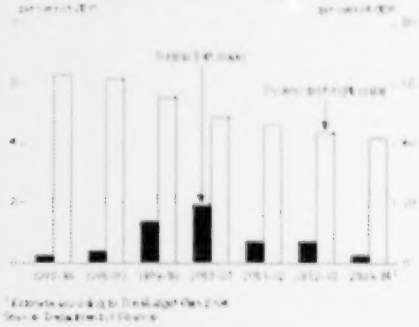
Canadian Economy

Selected Canadian economic statistics

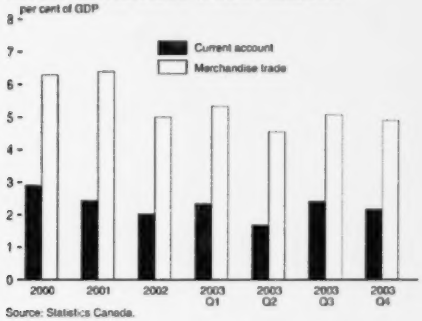
	2002	2003 Q1	Q2	Q3	Q4
Annualized growth rates		(per cent)			
Real gross domestic product	3.3	2.0	-1.0	1.3	3.8
Final domestic demand	2.9	3.8	3.5	5.8	1.2
Employment growth	2.2	2.2	0.7	0.8	3.6
Other					
Unemployment rate	7.7	7.4	7.7	7.9	7.5
Current account balance (percentage of GDP)	2.0	2.3	1.7	2.6	2.2

Source: Statistics Canada.

Government of Canada debt (accumulated deficit) and budgetary balance

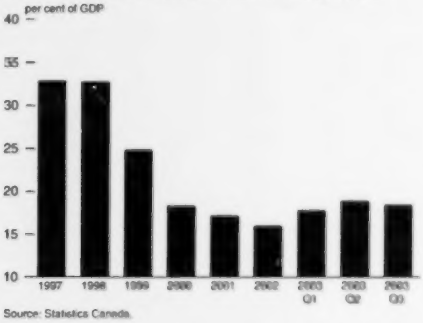


Canada's current account balance and merchandise trade balance



Source: Statistics Canada.

Canada's net international liabilities



Source: Statistics Canada.

Upcoming economic data releases of interest

April

March CPI
(April 20)

February GDP
(April 30)

May

April Labour Force Survey
(May 7)

April CPI
(May 20)

March GDP
(May 31)

National Economic and Financial Accounts
January-March 2004
(May 31)

June

May Labour Force Survey
(June 4)

May CPI
(June 22)

April GDP
(June 30)

Canada

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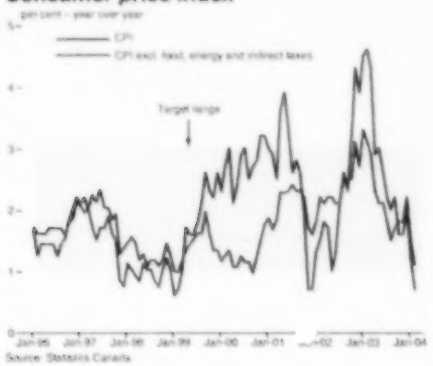
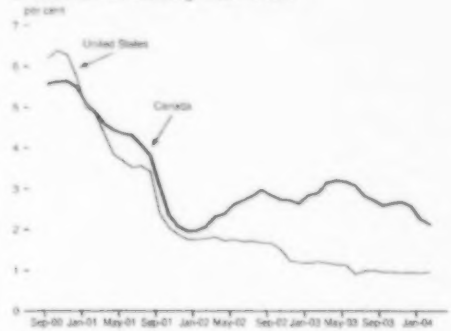
Canadian Economy

Consumer price index



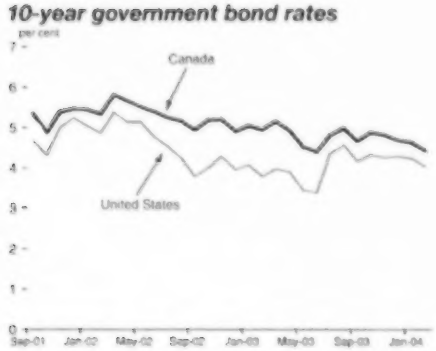
Source: Statistics Canada

3-month Treasury bill rates



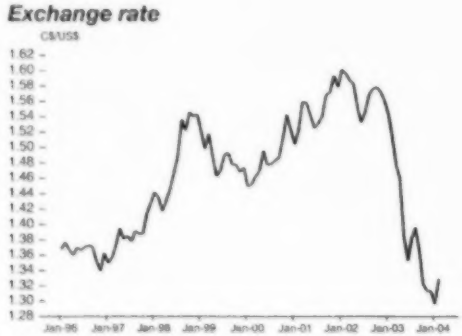
Sources: Bank of Canada and Federal Reserve

10-year government bond rates



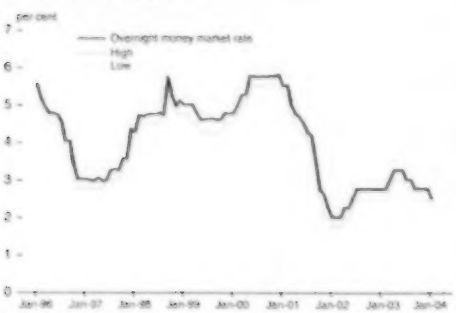
Sources: Bank of Canada and Federal Reserve

Exchange rate



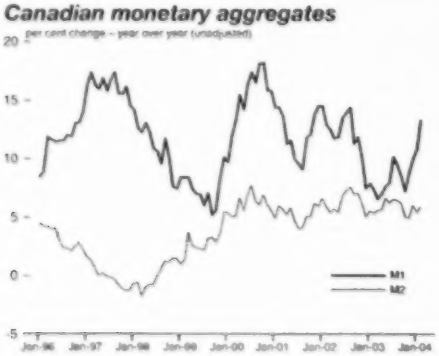
Source: Bank of Canada

Overnight money market rate and operating band



Source: Bank of Canada

Canadian monetary aggregates

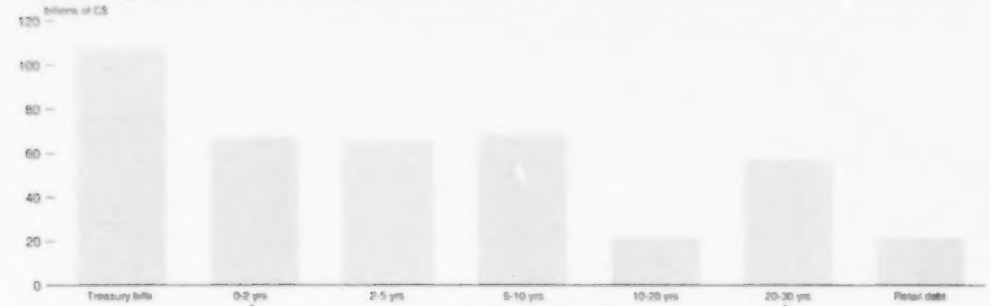


Source: Bank of Canada

Government of Canada Securities

Primary Market

Outstanding Government of Canada Treasury bills, bonds (by term maturity) and retail debt



Source: Bank of Canada.

Recent Government of Canada bond auction results

Auction date	Term	Maturity date	Coupon rate	Issue amount	Average price	Average yield	Auction coverage*	Tail**
	(years)		(%)	(millions of dollars)		(%)		(basis points)
March 10, 2004	2	June 1, 2006	3	3,500	101.152	2.463	2.251	0.2
March 3, 2004	30	December 1, 2036	3***	300	111.177	2.498	3.089	n.a.
February 18, 2004	5	September 1, 2009	4.25	2,200	102.272	3.790	2.491	0.3
February 4, 2004	10	June 1, 2014	5	2,300	102.900	4.642	2.404	0.7
January 14, 2004	30	June 1, 2033	5.75	1,500	109.623	5.113	2.532	0.1
December 12, 2003	2	June 1, 2006	3	3,500	99.522	3.205	2.415	0.7

*Coverage is defined as the ratio of total bids at auction to the amount auctioned.

**Tail is defined as the high accepted yield minus the average yield.

***RRB.

Source: Bank of Canada.

Upcoming Government of Canada bond auctions

Type of issue	Auction date (2004)	Further details of issue (2004)	Dated and delivered (2004)	Amount maturing*
				(millions of dollars)
10-year auction	April 28	April 22	May 3	0
5-year auction	May 12	May 6	May 17	0
2-year auction	May 26	May 20	May 28	0
30-year auction	June 2	May 27	June 7	0

In addition, this quarter six operations are planned under the Government of Canada bond repurchase program. Three repurchase operations will be held in conjunction with each nominal bond auction, and three pilot switch repurchase operations will take place: one on April 7 in the 5-year sector, one on April 22 in the 2-year sector and one on June 17 in the 10-year sector. Further details will be released on the Thursday prior to these operations. The target amount for repurchase this quarter is $2.6 billion.

*Maturity of $10,514 million on June 1, 2004.

Source: Bank of Canada.

Government of Canada Securities

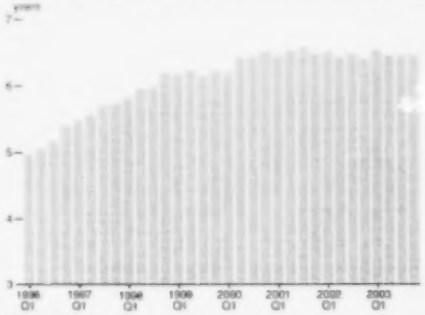
Primary Market

Government of Canada bond market benchmarks

Term	Maturity	Coupon	Amount outstanding	Yield (Mar. 17, 2004)
		(%)	(millions of dollars)	(%)
Fixed-coupon				
2-year	Dec. 1, 2005	3.00	5,500	2.25
5-year	Sept. 1, 2008	4.25	11,400	3.91
10-year	June 1, 2013	5.25	12,000	4.66
30-year	June 1, 2029	5.75	13,900	5.20
Real return				
30-year	Dec. 1, 2031	4.00	5,800	2.39

Source: Department of Finance

Average term to maturity of Government of Canada marketable debt



Source: Bank of Canada

Upcoming Government of Canada marketable bond maturities

April-June 2004	July-September 2004	October-December 2004	January-March 2005
	(millions of dollars)		
11,527	9,577	14,394	496

Outstanding Government of Canada foreign currency debt (as of January 31, 2004)

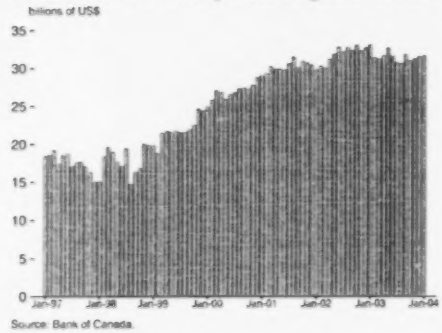
	(C$ millions)*
Canada bills	2,333
Canada notes	1,253
Outstanding under EMTN program	3,206
6¾% US$ bonds maturing November 30, 2004	2,650
6¾% US$ bonds maturing July 21, 2005	1,987
6¾% US$ bonds maturing August 28, 2006	1,325
6¾% NZ$ bonds maturing October 3, 2007	445
4¾% EUR bonds maturing July 7, 2008**	3,379
5¼% US$ bonds maturing November 5, 2008	3,312

*At par value, adjusted for exchange rates as of January 31, 2004.

**Original issue in Deutsche Marks was redenominated into euro on February 19, 1999.

Source: Bank of Canada.

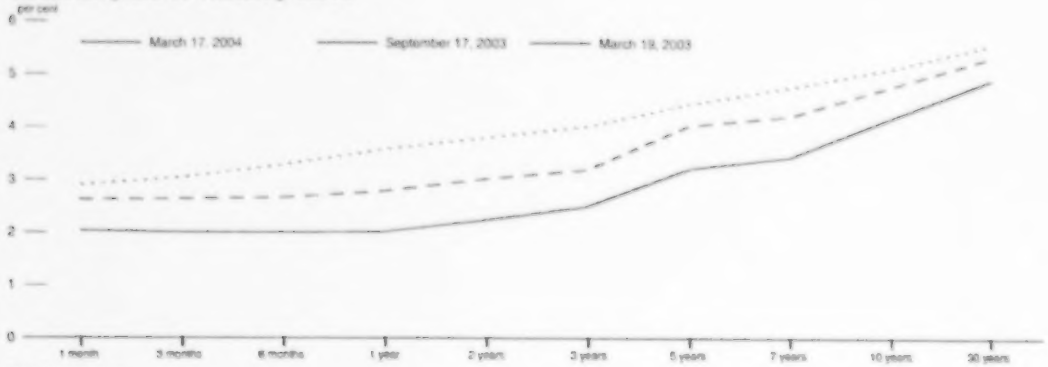
Canada's level of liquid foreign reserves



Source: Bank of Canada

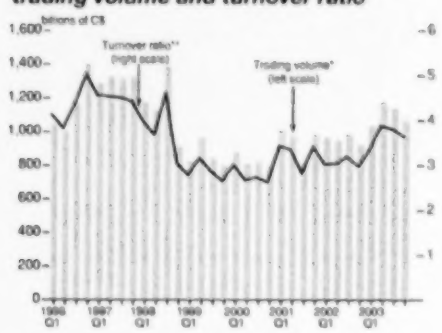
Secondary Market

Canadian yield-to-maturity curve



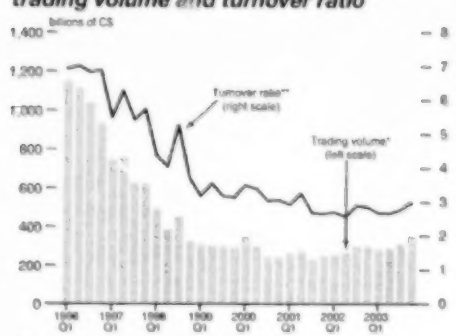
Source: Bank of Canada

Government of Canada bonds trading volume and turnover ratio



*Trading volume is total trading volume in each quarter.
**Turnover ratio = total trading volume in each quarter/stock.
Source: Bank of Canada.

Government of Canada Treasury bills trading volume and turnover ratio



*Trading volume is total trading volume in each quarter.
**Turnover ratio = total trading volume in each quarter/stock.
Source: Bank of Canada.

Government securities distributors

- Bank of Montreal (Treasury bills only)
- Beacon Securities Limited
- BMO Nesbitt Burns Inc. (marketable bonds only)
- Canaccord Capital Corp.
- Canadian Imperial Bank of Commerce (Treasury bills only)
- Casgrain & Company Limited
- CIBC World Markets Inc. (marketable bonds only)
- CTI Capital Inc.
- Desjardins Securities
- Deutsche Bank Securities Limited
- Golden Capital Securities Limited
- HSBC Bank Canada
- Laurentian Bank Securities Inc.
- Merrill Lynch Canada Inc.
- J.P. Morgan Securities Canada Inc.
- National Bank Financial Inc.
- Ocean Securities Inc.
- Odlum Brown Limited
- RBC Dominion Securities Inc.
- Resolution Capital Inc.
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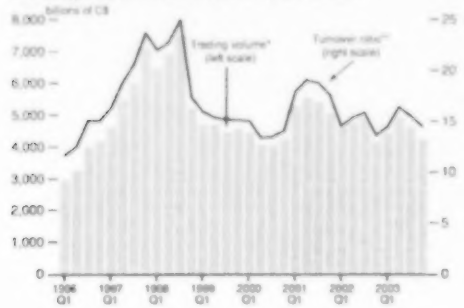
- The Toronto-Dominion Bank

Government of Canada Securities

Secondary Market

Government of Canada bond repos trading volume and turnover ratio



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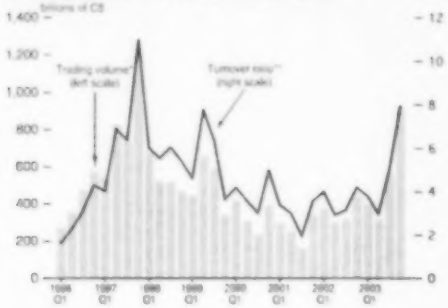
Government of Canada Treasury bill repos trading volume and turnover ratio



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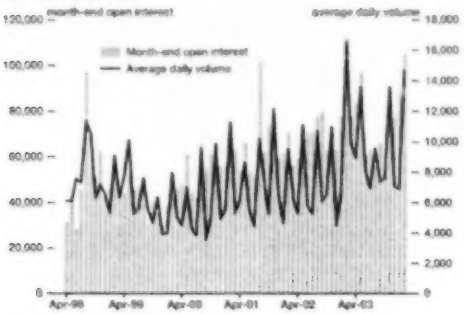
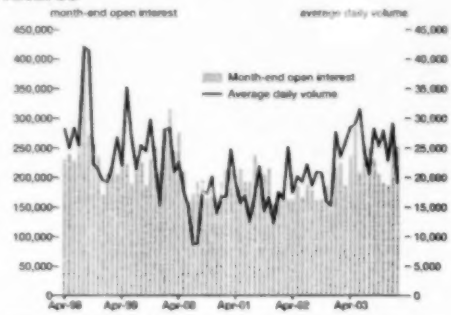
10-year Government of Canada bond futures



Source: The Montreal Exchange.

3-month bankers acceptance futures



Source: The Montreal Exchange.

Government of Canada long-term credit ratings

	Standard & Poor's Current	Moody's Investors Service Current	Dominion Bond Rating Service Current
Domestic debt – Trend	**AAA** Stable	**Aaa** Stable	**AAA** Stable
Foreign debt – Trend	**AAA** Stable	**Aaa** Stable	**AAA** Stable

This publication is also available on the Internet at www.fin.gc.ca.
Except as noted, the information in *Government of Canada Securities* is based upon data available as of April 5, 2004.
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